

Oversight Board for the Successor Agency
To the Loma Linda Redevelopment Agency

Minutes

Adjourned Meeting of January 14, 2013

An adjourned meeting of the Oversight Board for the Successor Agency to the Loma Linda Redevelopment Agency was called to order by Chairman Rigsby at 4:38 p.m., Monday, January 14, 2013 in the Community Room of the Civic Center, 25541 Barton Road, Loma Linda, California.

Board Members Present:

Rhodes Rigsby, Chairman
(Arrived 4:38 p.m.)
Konrad Bolowich
Cameron Brown
Douglas Headrick
Victoria Ostermann
Steve Sutorus

Agency Members Absent:

Edward Gonzales

Others Present:

T. Jarb Thaipejr, City Manager
Mark Huebsch, Special Counsel to the
Loma Linda Housing Authority and the
Successor Agency to the former Loma
Linda Redevelopment Agency

Business Items

OB-2013-003– Approval of January 7, 2013 Minutes

Motion by Headrick, seconded by Brown and unanimously carried to approve the Minutes of January 7, 2013 as presented. Board Member Gonzales absent.

OB-2013-004 – Approve the Independent Accountant’s Report from the Due Diligence Review conducted pursuant to Section 34179.5 for all funds and accounts other than the Low and Moderate Income Housing fund

Finance Director DeAnda stated that no changes were made to the report presented January 7. She went on to say that she did discuss with the Auditing Firm the moving of certain items to Procedure 10; however, the auditors preferred that the Department of Finance make that determination.

She also stated that payment from the Inland Valley Development Agency (IVDA) was also discussed with the auditors, and because the DDR had been issued as well as the representation letter, the report reflected the knowledge the auditing firm had at the time the report was drafted. In view of certain information contained in a letter dated December 14, 2012 from DOF regarding the IVDA, the auditing firm would be willing to change the report, which would require additional procedures and would result in the DOF filing deadline not being met. Ms. DeAnda did confirm that the funds were restricted and would be reported as such. Special Counsel added that the funds should be restricted for housing purposes since that was the original intent of the payment to the constituent agencies of IVDA.

Extensive discussion ensued pertaining to Items 1 and 3 under Procedure 2C as well as Procedure 6C. Special Counsel indicated that comments could be included in the adopting resolution if there was majority concurrence; alternatively, comments could be included in the record as a minority opinion. Should DOF disagree with the report and comments, a Meet and Confer session could be requested. He also stated that the Successor Agency re-entered into the loan agreements with the City, which was brought to the Oversight Board and re-approved by a majority of the members prior to the adoption of AB 1484.

Letters received from DOF subsequent to the receipt of the Independent Accountant’s Report were also discussed at length.

Motion by Bolowich, seconded by Headrick to adopt Resolution No. 2013-002 with the following additions: (1) a letter by the DOF dated December 14, 2012 to the Inland Valley Development Agency be included, and (2) that reference be made to a letter received from the DOF dated May 25, 2012 that may bear upon items 1 and 3 at 2c of the report.

The Secretary called the roll with the following results:

Ayes:	Bolowich, Brown, Headrick, Ostermann, Rigsby, Sutorus
Noes:	None
Absent:	Gonzales

Oversight Board Resolution No. 2013-002

A Resolution of the Oversight Board of the Successor Agency to the Loma Linda Redevelopment Agency approving the Independent Accountant's Report re the Due Diligence Review for all funds and accounts other than the Low and Moderate Income Housing Fund conducted pursuant to Section 34179.5 taking into consideration the public comments and CAC's opinions, if any, all pursuant to Sections 34179.5 and 34179.6 of the Dissolution Act

The meeting adjourned at 5:07 p.m.

Approved at the meeting of

Secretary